

Company Number: _____

Regulated Telecommunication Industry Operator Statement

Company Name: _____



Under the penalties of perjury, I hereby certify that this statement has been prepared under my direction and supervision from the original books and records of said company and that the facts, statements, and schedules in this statement are true, correct, and complete to the best of my knowledge.

Signature	Date
Printed name and title	Telephone number

GENERAL INSTRUCTIONS

1. This operator's statement and all additional documentation apply to the calendar year ending December 31, 2010. You must submit this information to the Idaho State Tax Commission by April 30, 2011.

**Centrally Assessed Property Section
Property Appraisal Bureau
Idaho State Tax Commission
P O Box 36
Boise, ID 83722**

2. Answer all questions and attach additional sheets where necessary. If you cannot provide the information, briefly explain why.
3. Explain unusual entries and discrepancies on pages containing space for remarks or referenced supplemental pages.
4. If the space provided is insufficient, insert and number additional pages. You may use photocopies or computer-generated pages. For example, if you need to add pages to report your wire miles on page 11, number the pages 11A, 11B, 11C, etc.
5. Please submit any additional information that may affect the valuation of the property.
6. If requested information has already been created, you may substitute copies of that information.
7. If you do not select an option for removing intangible personal property (page 3), Option A will become the default method. For example, investments in custom software are exempted as intangible personal property. Custom software is defined as

... software designed, and created by a vendor at the specific request of a client. The term includes services separately charged to modify existing canned software, even though the canned program remains taxable. Custom software does not include loading parameters to initialize program settings and arranging preprogrammed modules to form a complete program.
8. Include the following additional reports: the annual report to partners and stockholders, operating and financial year-end company report, annual report to the Federal Communications Commission or the Public Utilities Commission of Idaho, or the annual report to the Securities and Exchange Commission.
9. The taxpayer or an authorized agent must provide all information requested by the Idaho State Tax Commission. The taxpayer must provide correct and reliable information. If the requested information is not provided, the Tax Commission will assess the property as fairly and equitably as possible using the best information it possesses. The taxpayer will have no right to appeal such assessment. See Idaho Code section 63-404 and IDAPA Rule 35.01.03.404.06.

If you have any questions about completing this form, please call our office at (208) 334-7722.

COMPANY INFORMATION

Appraisal Tax Representative

Representative (This person will receive the appraisal and all appraisal correspondence.)	
Title	
Mailing Address	
E-Mail Address	Company EIN Number
Telephone Number	Fax Number

Mapping and Tax Code Area Representative

Representative (This person will receive the tax code area mapping information.)	
Title	
Mailing Address	
E-Mail Address	
Telephone Number	Fax Number

Tax Bill Representative

Representative (This person will receive the tax bill.)	
Title	
Mailing Address	
E-Mail Address	
Telephone Number	Fax Number

EXEMPTIONS

The following items are exempt. Show the value for each applicable item and explain how you determined the value. In all instances you must show **depreciated** or **amortized** values. Attach a separate page for calculations, if needed.

	Value	Calculation (Include account number or detailed description.)
A. Licensed Vehicles (§63-602J) (Include only vehicles licensed in Idaho.)		
B. Pollution Control (§63-602P) (Include only pollution control equipment in Idaho.) Property Tax Rule 619: You must file the completed declaration by March 15, 2011.		
C. Intangible Personal Property (§63-602L and Property Tax Rule 615)		
Contracts and Contract Rights		
Copyrights		
Custom Computer Programs (See general instructions, page 1, item 7.)		
Customer Lists		
Franchises		
Goodwill		
Licenses		
Patents		
Rights-of-way that are possessory only and not accompanied by title		
Trademarks		
Trade Secrets		

Check the preferred option to remove intangible personal property from the appraised value.

- ☐ Option A. Value of exempt intangible personal property is subtracted out at the system level.
- ☐ Option B. Value of exempt intangible personal property is subtracted out at the state level.
- ☐ Option C. Value of exempt intangible personal property is excluded from the value using valuation models which value only the nonexempt assets.

BALANCE SHEET				
Item	System		Idaho	
	Beginning Balance	Year-End Balance	Beginning Balance	Year-End Balance
Assets				
1 Plant in Service				
2 Property Held for Future Use				
3 Plant Under Construction (short-term)				
4 Plant Under Construction (long-term)				
5 Accumulated Depreciation				
6 Total Plant (Lines 1 thru 4 less 5)				
7 Nonoperating Plant				
8 Subject to Central Assessment				
9 Not Subject to Central Assessment				
10 Plant Adjustment				
11 Accumulated Amortization for Plant Adjustment				
12 Inventories (Materials and Supplies)				
13 Leases (Describe)				
14 Total Property and Equipment (Lines 6 thru 13)				
15 Cash & Cash Investments				
16 Accounts Receivable				
17 Prepayments & Other				
18 Investments & Other Assets				
19 Investments in Subsidiaries				
20 Other Investments				
21 Deferred Charges				
22 Total Assets (Lines 14 thru 21)				
Liabilities				
23 Short-Term Debt				
24 Accounts Payable				
25 Accrued Income Taxes				
26 Accrued Other Taxes				
27 Deferred Operating Income Taxes				
28 Deferred Nonoperating Income Taxes				
29 Other Current Liabilities				
30 Long-Term Debt				
31 Deferred Taxes & Credits				
32 Noncurrent Operating Income Taxes				
33 Noncurrent Nonoperating Income Taxes				
34 Investment Tax Credits				
35 Other				
36 Total Liabilities (Lines 23 thru 35)				
Stockholders' Equity				
37 Capital Stock				
38 Additional Paid-In Capital				
39 Retained Earnings				
40 Other Capital				
41 Preferred Stock				
42 Total Stockholders' Equity (Lines 37 thru 41)				

INCOME STATEMENT		
	System	Idaho
Revenue Accounts		
1	Local Service Revenue	
2	Network Access Revenue	
3	Carrier Billing and Collection	
4	Long Distance Revenue	
5	Miscellaneous Revenue	
6	Uncollectible Revenue	
7	Other Revenue	
8	Gross Operating Income (Lines 1 thru 7)	
Operating Expenses		
9	Plant Specific	
10	Plant Nonspecific	
11	Corporate	
12	Other	
13	Property Taxes Paid	
14	Depreciation (Method Used)	
15	Amortization	
16	Federal Income Taxes	
17	Current	
18	Deferred	
19	State Income Taxes	
20	Investment Tax Credit	
21	Total Expenses (Lines 9 thru 20)	
22	Net Operating Income (Line 8 less line 21)	
Other Income		
23	Dividend Income	
24	Interest Income	
25	Miscellaneous Income (Explain.)	
Deductions		
26	Interest on Funded Debt	
27	Other Interest Deductions	
28	Net Income (Lines 22 thru 25 less lines 26 & 27)	
Remarks:		

LONG-TERM DEBT	
(Include long-term debt that matures within one year.)	
1. Long-term debt	
2. Other long-term debt	
3. Total long-term debt	

Debt Outstanding - All Companies

Company _____

Average Rating _____ S & P's _____ Moody's _____

[illegible]

COMMON STOCK DATA			
Company			Report for Year Ending
Trading Symbol			Parent
Exchange			Subsidiary
Stock Not Traded			
Month	High Price	Low Price	
January			
February			
March			
April			
May			
June			
July			
August			
September			
October			
November			
December			
Average			
Number of Shares Outstanding at Beginning of Year			
Number of Shares Outstanding at End of Year			
Average Price x Shares Outstanding			
SOURCE (Check the source used.)			
Moody's	Value Line	Standard & Poor's	Other

PREFERRED STOCK DATA			
Company			Report for Year Ending
Trading Symbol			Parent
Exchange			Subsidiary
Stock Not Traded			
Month	High Price	Low Price	
January			
February			
March			
April			
May			
June			
July			
August			
September			
October			
November			
December			
Average			
Number of Shares Outstanding at Beginning of Year			
Number of Shares Outstanding at End of Year			
Average Price x Shares Outstanding			
SOURCE (Check the source used.)			
Moody's	Value Line	Standard & Poor's	Other

INVESTMENT IN TELECOMMUNICATION PLANT - SUMMARY

	Account	System		Idaho	
		Beginning Year Balance	Year-End Balance	Beginning Year Balance	Year-End Balance
1	Land				
2	Motor Vehicles				
3	Special Purpose Vehicles/Aircraft				
4	Garage & Other Work Equipment				
5	Buildings				
6	Furniture				
7	Office Equipment				
8	Computers				
9	Switching				
10	Operator Systems				
11	Radio Systems				
12	Circuit Equipment				
13	Station Apparatus				
14	Customer Premise Wiring				
15	Large PBX				
16	Public Telephone Equipment				
17	Poles				
18	Cable				
19	Aerial Wire				
20	Conduit				
21	Capital Leases				
22	Leasehold Improvements				
23	Intangibles				
24	Other Property				
25	Total (Lines 1 thru 24)				
26	Plant Under Construction				
27	Property Held for Future Use				
28	Materials and Supplies				
29	Plant Adjustment				
30	Grand Total (Line 25 plus lines 26 thru 29)				
31	Access Lines				

PROPERTY NOT APPORTIONED (SITUS)

Report information by the uniform tax code area system as prescribed by the Idaho State Tax Commission.

County	Tax Code Area Number	Description of Property	Undepreciated Investment ¹ (Round to the nearest dollar.)

¹Report undepreciated investment in situs property including microwaves and/or radio relay stations.

MILEAGE BY TAX CODE AREA

Report information by the uniform tax code area system as prescribed by the Idaho State Tax Commission.

County (List in alpha order.)	Tax Code Area Number (List in numerical order within county.) (One total per code area per county) ¹	Telecommunication Single Linear Wire Mileage (Carry to two decimal places.)

¹ Please put counties in alphabetical order and the tax code areas in numerical order. Please list only one total per tax code area.

IDAHO DECLARATION OF LEASED MACHINES AND EQUIPMENT

County	Tax Code Area Number	Name of Leasing Company	Number of Units	Description of Equipment Leased	Year Built	Original Cost (New)	Tax Commission Use Only
							Market Value

SYSTEM DECLARATION OF LEASED PROPERTY NONCAPITALIZED LEASES

(Furnish copies of all leases.)

Location of Property	Leased From	Description of Property	Year Built	Original Cost (New)	Rental Expense

INCOME PROJECTIONS

Net Operating Income Projections

What is your company's projected net income for the upcoming three years?

(Note - this amount should be normalized - removing any one-time increases or decreases such as charges, etc.)

Down 5% _____

Down 10% _____

Down 15% _____

Down (more than 15%) _____

Even _____

Up 5% _____

Up 10% _____

Up 15% _____

Up (more than 15%) _____

Reason for increase or decrease:

The projected income amounts will be analyzed this year. Additionally, the projected income will be reviewed in coming years to determine accuracy.

Note - these figures will be used to help the STC analyze the potential income direction. Most companies have a 3-5 year projection on net income. The answers provided here will be considered part of the confidential information held by the STC, in line with Section 9-340D.

PROJECTIONS

(Please note if this is an after tax cost of capital or not).

Please indicate the company's weighted average cost of capital? _____

What is your residual income? _____

What is the rate that the company is growing its revenues, profits and capital base? _____

What is the return on invested capital? _____